



CITY OF LONG BEACH

C-5

DEPARTMENT OF FINANCIAL MANAGEMENT

333 WEST OCEAN BOULEVARD • LONG BEACH, CALIFORNIA 90802 • 562.570.6726

August 16, 2011

HONORABLE MAYOR AND CITY COUNCIL
City of Long Beach
California

RECOMMENDATION:

Adopt a joint Resolution of the Board of Supervisors of the County of Los Angeles and the City Council of the City of Long Beach approving and accepting the negotiated exchange of property tax revenue resulting from City of Long Beach Reorganization No. 2011-13 (County Boundary Adjustment). (Districts 3 and 5)

DISCUSSION:

On July 6, 2010 and April 5, 2011, the City Council made findings supporting boundary adjustments between the cities of Long Beach, Seal Beach and Los Alamitos, and Los Angeles and Orange counties. The boundary adjustments would modify the areas that are located generally along the Los Coyotes Flood Control Channel and the San Gabriel River to better align with service delivery boundaries and physical barriers. No residential neighborhoods are impacted, and the adjustment will effectively clean-up the inconsistencies for the areas. The areas affected are described in Attachment A.

The County Auditor-Controller reports that there will be a net revenue gain of approximately \$11,000 annually to Los Angeles County taxing entities and special districts as a result of this annexation/detachment action. Adopting the attached Tax Revenue Resolution is the next step in the process.

This matter was reviewed by Assistant City Attorney Mike Mais on July 27, 2011 and Budget Management Officer Victoria Bell on July 29, 2011.

TIMING CONSIDERATIONS

City Council Action on this matter is requested on August 16, 2011, so that the County Board of Supervisors can adopt the joint Resolution.

FISCAL IMPACT

There is a negligible increase in revenue to the City of Long Beach as one of the taxing entities. There are no known job impacts associated with this action.

HONORABLE MAYOR AND CITY COUNCIL
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SUGGESTED ACTION:

Approve recommendation.

Respectfully submitted,




**JOHN GROSS
DIRECTOR OF FINANCIAL MANAGEMENT/CFO**

JG:RH:DN:mm
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**ATTACHMENTS: A - SUMMARY OF LA COUNTY-ORANGE COUNTY BOUNDARY CHANGES
RESOLUTION**

APPROVED:



**PATRICK H. WEST
CITY MANAGER**

Summary of Los Angeles County-Orange County Boundary Changes

AREA	DESCRIPTION	ACREAGE	AREA MOVED FROM CITY TO CITY
1	Area includes a small portion of Long Beach Harbor (west side of rock jetty) and Khoury's Parking Lot.	44.57	Seal Beach to Long Beach
2	Area along the west edge of Hellman Ranch near Haynes Plant cooling water outfall.	5.79	Seal Beach to Long Beach
3	College Estates Park area that includes tennis court, park area (unincorporated Orange County) and west side of the San Gabriel River channel.	20.98	County of Orange to Long Beach Seal Beach to Long Beach
4	Area includes Stansbury Park and rear portions of five (5) residential parcels along Toland Avenue.	1.28	Long Beach to Los Alamitos

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RESOLUTION NO.

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF LONG BEACH APPROVING AND ACCEPTING THE NEGOTIATED EXCHANGE OF PROPERTY TAX REVENUE RESULTING FROM CITY OF LONG BEACH REORGANIZATION NO. 2011-13 (COUNTY BOUNDARY ADJUSTMENT)

WHEREAS, the counties of Los Angeles and Orange are contemplating a minor boundary change between the counties involving territory identified as Areas 1, 4, 5 and 7 ("Boundary Change"), subject to the completion of certain changes of organization pursuant to the Cortese-Knox-Hertzberg Local Government Reorganization Act of 2000 (Government Code section 56000, et seq.); and

WHEREAS, the City of Long Beach initiated proceedings with the Local Agency Formation Commission of Los Angeles County ("LAFCO") for the reorganization of territory identified as City of Long Beach Reorganization No. 2011-13 (County Boundary Adjustment) for the approval of the changes of organization in Los Angeles County necessitated by the Boundary Change; and

WHEREAS, pursuant to Section 99 of the Revenue and Taxation Code, for specified jurisdictional changes, the governing bodies of the affected agencies shall negotiate and determine the amount of property tax revenue to be received by the affected agencies; and

WHEREAS, the City Council of the City of Long Beach and the Board of Supervisors of the County of Los Angeles, as governing body of the County, and, pursuant to section 99(b)(5) of the Revenue and Taxation Code, on behalf of all other affected agencies, have determined the amount of property tax revenue to be exchanged among the affected agencies as a result of the proposal identified as City of

1 Long Beach Reorganization No. 2011-13 (County Boundary Adjustment) is as set forth
2 below:

3 NOW THEREFORE, the City Council of the City of Long Beach resolves
4 as follows:

5 Section 1. The negotiated receipt of property tax revenues between the
6 affected agencies resulting from City of Long Beach Reorganization No. 2011-13
7 (County Boundary Adjustment) is approved and accepted.

8 Section 2. For fiscal years commencing on or after July 1, 2012, or the
9 July 1 after the effective date of this jurisdictional change, whichever is later, property
10 tax revenue shall be transferred to each listed agency in accordance with the amounts
11 set forth in Attachment A for each area annexed pursuant to City of Long Beach
12 Reorganization No. 2011-13 (County Boundary Adjustment). In addition, for fiscal year
13 commencing on or after July 1, 2012, or the July 1 after the effective date of this
14 jurisdiction change, whichever is later, the percentages of the annual property tax
15 growth attributable to City of Long Beach Reorganization No. 2011-13 (County
16 Boundary Adjustment) shall be transferred in accordance with the tax rate percentages
17 for each agency as set forth in Attachment A.

18 Section 3. If at any time after the effective date of this resolution, the
19 calculations used herein to determine initial property tax transfers or the date used to
20 perform those calculations are found to be incorrect thus producing an improper or
21 inaccurate property tax transfer, the property tax transfer shall be recalculated and the
22 corrected transfer shall be implemented prior to the July 1 after the effective date of this
23 jurisdictional change or for the next fiscal year, and any amounts of property tax
24 received in excess of that which is proper shall be refunded to the appropriate agency.

25 Section 4. This resolution shall take effect immediately upon its
26 adoption by the City Council, and the City Clerk shall certify the vote adopting this
27 resolution.

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I hereby certify that the foregoing resolution was adopted by the City Council of the City of Long Beach at its meeting of _____, 20__ by the following vote:

Ayes: Councilmembers: _____

Noes: Councilmembers: _____

Absent: Councilmembers: _____

City Clerk

